

Line No.	Appendix B - Council Tax is increased by the higher of £5 or 1.99% each year Modelling for the financial years 2020/21 onwards	BASE 2019/20 £	Yr 1 2020/21 £	Yr 2 2021/22 £	Yr 3 2022/23 £	Yr 4 2023/24 £	Yr 5 2024/25 £
1	Base budget brought forward	8,983,194	8,832,752	9,413,672	9,248,382	9,521,093	9,830,803
2	Budget pressures (as per Appendix A)	1,383,700	1,603,640	630,761	400,000	425,000	450,000
3	Savings already identified (as per Appendix A)	(1,067,226)	(904,877)	(446,220)	(179,196)	(12,100)	(2,100)
4	Changes in contributions to Earmarked Reserves (App A)	(466,916)	(117,843)	219,143	130,000	130,000	78,000
5	Projected Net Expenditure:	8,832,752	9,413,672	9,817,356	9,599,186	10,063,993	10,356,703
	Funded By:- (See Note 1 below regarding New Homes Bonus funding)						
6	Council Tax income - Modelling a £5 increase in 2020/21	6,315,689	6,562,617	6,825,327	7,092,038	7,362,748	7,637,459
7	Collection Fund Surplus	112,000	60,000	100,000	100,000	100,000	100,000
8	Localised Business Rates (baseline funding level)	1,897,008	1,928,000	1,960,000	1,991,000	2,030,000	2,062,000
9	Tariff/Top Up Adjustment amount (negative RSG- assumes withdrawn for 20/21)			(400,000)	(400,000)	(400,000)	(400,000)
10	Business Rates Pooling Gain	100,000	225,000	125,000	100,000	100,000	100,000
11	Business Rates - amount achieved over the Baseline funding level		230,000	230,000	230,000	230,000	230,000
12	Rural Services Delivery Grant	408,055	408,055	408,055	408,055	408,055	408,055
13	Total Projected Funding Sources	8,832,752	9,413,672	9,248,382	9,521,093	9,830,803	10,137,514
	Budget Gap per year						
14	(Projected Expenditure line 5 - Projected Funding line 13)	0	0	568,974	78,093	233,190	219,189
	Actual Predicted Cumulative Budget Gap	0	0	568,974	647,067	880,257	1,099,446
	Aggregated Budget Gap (if no action is taken in each individual year to close the budget gap annually)	0	0	568,974	1,216,041	2,096,298	3,195,744
	Modelling Assumptions:						
	Council Tax (Band D) (Modelling the higher of £5 or a 1.99% increase)	165.42	170.42	175.42	180.42	185.42	190.42
	Council Tax Base (Assumes an increase in Band D Equivalent properties of 400 per annum)	38,179.72	38,508.49	38,908.49	39,308.49	39,708.49	40,108.49

Note 1 - New Homes Bonus Funding

The modelling for 2020/21 includes a contribution of £564,143 from New Homes Bonus (NHB) funding to fund the Base Budget. Appendix A shows the movement between years of the funding from NHB. Funding will reduce from 2021/22 onwards from any equivalent contribution from a replacement NHB scheme.